

Alan C. Bryan #4501
Crowley, Haughey, Hanson, Toole & Dietrich
490 N 31st Street
Suite 500 TW2
Billings, Montana 59101
(406) 255 7258 ph
(406) 259 4159 fax
abryan@crowleylaw.com

Attorneys for Kia Motors America, Inc.

**IN THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF MONTANA**

IN RE:)	Chapter 11 Case No. 06-60855-RBK
)	Judge Ralph B. Kirscher
)	
INCREDIBLE AUTO SALES, L.L.C.,)	KIA MOTORS AMERICA, INC.'S
)	REPORT TO COURT
)	REGARDING DEBTOR'S
Debtor.)	MOTION TO SELL DEALERSHIP

Kia Motors America, Inc. ("KMA"), by and through its attorneys, Crowley, Haughey, Hanson, Toole & Dietrich P.L.L.P., hereby files this Report to the Court Regarding Debtor's Motion to Sell Dealership, and states the following:

1. Prior to the filing date of Debtor's Chapter 11 Petition, the Debtor and KMA were parties to the Kia Dealer Sales and Service Agreement dated July 1, 1997, (the "Dealer Agreement"), pursuant to which the Debtor owned and operated a Kia dealership that sold new and used automobiles from its dealership facilities in Billings, Montana.

2. On or about January 6, 2007, the Debtor filed its Emergency Motion to Approve the Contract For the Sale of Assets Pursuant to U.S.C. §363 of the Bankruptcy Code and to Provide for Upset Bids Free and Clear of Liens, Claims and Encumbrances (the "Sale Motion") pursuant to which the Debtor sought approval to enter into and carry out the terms of the provisions of an Asset Purchase Agreement dated December 29, 2006 (the "Contract"), between

the Debtor and Rimrock Chrysler, Inc. ("Rimrock"), including the "Kia Motors America Franchise and all associated good will."

3. KMA timely filed its objection to the Sale Motion, citing KMA's contractual and statutory right to review and approve, in advance, any transfer of the Dealer Agreement to Rimrock (the "KMA Objection").

4. A hearing on the Sale Motion was held on January 23, 2007, at which time the interested parties reached a resolution of all outstanding issues relating to the matter. The Court entered its Order dated January 24, 2006, which embodied the terms of the agreement between the interested parties, and provided for KMA to object to the assignment of the Dealer Agreement to Rimrock.

5. KMA reports that it has preliminarily approved Rimrock as the assignee of the Dealer Agreement. Final approval is dependent, among other things, on KMA's receipt of all required executed closing documents from Rimrock and the Debtor, which KMA has requested. It is KMA's understanding that it has not received such documents yet due to certain issues between Rimrock, the Debtor and the title company, which such parties are trying to resolve on or before Monday March 19, 2007. It is KMA's further understanding that KMA may receive such documents on Monday March 19, 2007. Upon receipt of such documents and KMA's final approval, KMA will withdraw the KMA Objection.

Dated this 16th day of March, 2007

CROWLEY, HAUGHEY, HANSON,
TOOLE & DIETRICH P.L.L.P.

/s/ Alan C. Bryan
Alan C. Bryan
490 N 31st Street
Suite 500 TW2
Billings, Montana 59101
(406) 255 7258 ph
(406) 259 4159 fax
Attorneys for Kia Motors America, Inc.

CERTIFICATE OF SERVICE

I hereby certify that on this 16th day of March, 2007, I served a true and correct copy of the foregoing, addressed as follows and by the method shown below:

Charles W. Hingle	<input type="checkbox"/>	U.S. Mail, postage prepaid
Shane P. Coleman	<input checked="" type="checkbox"/>	Electronic service
Jason S. Ritchie	<input type="checkbox"/>	Overnight Delivery
Holland & Hart LP		
401 North 31 st Street		
Suite 1500		
P.O. Box 639		
Billings, MT 59103-0639		

William L. Needler	<input type="checkbox"/>	U.S. Mail, postage prepaid
P.O. Box 177	<input checked="" type="checkbox"/>	Electronic service
Fuller Building Suite H	<input type="checkbox"/>	Overnight Delivery
2 North Spruce Street		
Ogallala, NE 69153		

Office of the U.S. Trustee	<input type="checkbox"/>	U.S. Mail, postage prepaid
U.S. Trustee's Office	<input checked="" type="checkbox"/>	Electronic service
Liberty Center Suite 204	<input type="checkbox"/>	Overnight Delivery
301 Central Avenue		
Great Falls, MT 59401		

Bruce F. Fain	<input type="checkbox"/>	U.S. Mail, postage prepaid
Murphy Kirkpatrick & Fain, PLLP	<input checked="" type="checkbox"/>	Electronic service
208 North Broadway, Suite 208	<input type="checkbox"/>	Overnight Delivery
P.O. Box 429		
Billings, MT 59103-0429		

Christopher P. Birkle	<input type="checkbox"/>	U.S. Mail, postage prepaid
Lovell Law Firm PC	<input checked="" type="checkbox"/>	Electronic service
175 North 27 th Street, Suite 1206	<input type="checkbox"/>	Overnight Delivery
P.O. Box 1415		
Billings, MT 59101		

James A. Patten	<input type="checkbox"/>	U.S. Mail, postage prepaid
Patten Peterman Bekkedahl & Green PLLC	<input checked="" type="checkbox"/>	Electronic service
2817 2 nd Avenue North, Suite 300	<input type="checkbox"/>	Overnight Delivery
Billings, MT 59101		

Doug James	<input type="checkbox"/>	U.S. Mail, postage prepaid
Moulton Bellingham Longo & Mather PC	<input checked="" type="checkbox"/>	Electronic service
27 North 27 th Street, Suite 1900	<input type="checkbox"/>	Overnight Delivery
P.O. Box 2559		
Billings, MT 59103-2559		

/s/ Alan C. Bryan
ALAN C. BRYAN